

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**HB 2660 - SB 2573**

February 8, 2010

**SUMMARY OF BILL:** Requires the Alcoholic Beverage Commission (ABC) to suspend or revoke the license or permit in lieu of a fine after the third violation for selling or possessing untaxed alcoholic beverages within a two-year period.

**ESTIMATED FISCAL IMPACT:**

**Decrease State Revenue – Not Significant/ABC Fund/Recurring  
Increase State Expenditures – Not Significant/ABC Fund/One-Time**

**Decrease Local Revenue – Not Significant/Recurring**

Assumptions:

- According to ABC, it is unclear how many violations were third time violations for the same offense within a two-year period because such data are not collected.
- According to ABC, there were two hearings to consider license suspensions in 2009.
- The cost to begin tracking third time violations will be not significant and can be accommodated within existing resources.
- According to ABC, the commission may extend a license suspension for one year.
- The average license renewal fee is \$150.
- License suspensions will temporarily suspend local tax revenue generated from the sale of alcohol and result in a not significant reduction to local governments.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

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